

## Risk Management – Insurance Programs

### DESCRIPTION OF MAJOR SERVICES

Risk Management, under the direction of the Human Resources Department, administers the County's self-insured and its insured insurance programs. All programs are paid from self-insurance funds, which are financed by charging general fund and non-general fund departments, as well as Board-Governed Special Districts and County Service Areas. Self-insurance and insured programs include auto liability, property, surety, comprehensive auto, law enforcement liability workers' compensation, aircraft liability, airport liability, environmental liability, medical malpractice, and general liability. Revenue over expense is used to meet actuarially determined claims reserve requirements.

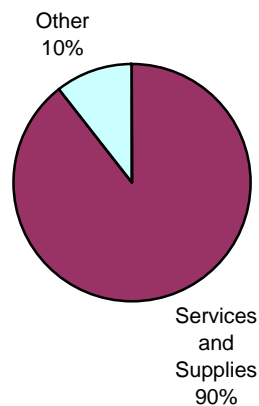
There is no staffing associated with this budget unit.

### BUDGET AND WORKLOAD HISTORY

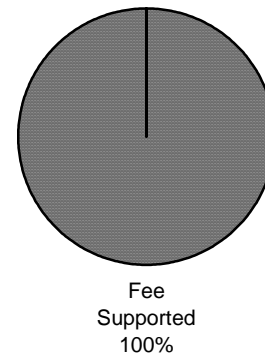
	<b>Actual 2002-03</b>	<b>Budget 2003-04</b>	<b>Estimate 2003-04</b>	<b>Proposed 2004-05</b>
Total Operating Expense	63,914,428	47,652,314	54,073,812	56,342,535
Total Financing Sources	59,968,838	49,002,994	47,141,402	68,057,000
Revenue Over/(Under) Expense	(3,945,590)	1,350,680	(6,932,410)	11,714,465
Unrestricted Net Assets Available at Year End	(45,743,854)		(52,676,264)	

On January 27, 2004, the Board approved Risk Management rate adjustments for 2004-05, which will increase revenues approximately \$19.1 million. These increases are necessary for Risk Management to meet the Five Year Recovery Plan goal of bringing each of the various self-insured sub fund balances to a 70% marginally acceptable funding level by June 30, 2008.

#### 2004-05 BREAKDOWN BY EXPENDITURE AUTHORITY



#### 2004-05 BREAKDOWN BY FINANCING SOURCE



NOTE: This budget is expected to increase unrestricted net assets by \$11,714,465.



GROUP: Internal Services  
 DEPARTMENT: Human Resources  
 FUND: Risk Mgmt - Ins Programs

BUDGET UNIT: Various RMG  
 FUNCTION: General  
 ACTIVITY: Insurance programs

## ANALYSIS OF 2004-05 BUDGET

	A	B	C	D	E	B+C+D+E F	G	F+G H
	2003-04 Year-End Estimates	2003-04 Final Budget	Cost to Maintain Current Program Services (Schedule A)	Board Approved Adjustments (Schedule A)	Impacts Due to State Budget Cuts (Schedule B)	Board Approved Base Budget	Department Recommended Funded Adjustments (Schedule C)	2004-05 Proposed Budget
<b>Appropriation</b>								
Services and Supplies	47,897,287	43,196,095	7,253,288	-	-	50,449,383	-	50,449,383
Other Charges	467,953	137,000	313,000	-	-	450,000	-	450,000
Transfers	515,265	-	558,677	-	-	558,677	-	558,677
Total Appropriation	48,880,505	43,333,095	8,124,965	-	-	51,458,060	-	51,458,060
Operating Transfers Out	5,193,307	4,319,219	565,256	-	-	4,884,475	-	4,884,475
Total Operating Expense	54,073,812	47,652,314	8,690,221	-	-	56,342,535	-	56,342,535
<b>Departmental Revenue</b>								
Use Of Money and Prop	73,378	268,800	(268,800)	-	-	-	-	-
Current Services	46,107,917	48,164,694	19,892,306	-	-	68,057,000	-	68,057,000
Other Revenue	72,013	46,500	(46,500)	-	-	-	-	-
Total Revenue	46,253,308	48,479,994	19,577,006	-	-	68,057,000	-	68,057,000
Operating Transfers In	888,094	523,000	(523,000)	-	-	-	-	-
Total Financing Sources	47,141,402	49,002,994	19,054,006	-	-	68,057,000	-	68,057,000
Revenue Over/(Under) Exp	(6,932,410)	1,350,680	10,363,785	-	-	11,714,465	-	11,714,465

DEPARTMENT: Human Resources  
 FUND: Risk Mgmt - Ins Programs  
 BUDGET UNIT: Various RMG

## SCHEDULE A

## MAJOR CHANGES TO THE BUDGET

	Budgeted Staffing	Appropriation	Departmental Revenue	Revenue Over/ (Under) Exp
<b>2003-04 FINAL BUDGET</b>	-	47,652,314	49,002,994	1,350,680
<b>Cost to Maintain Current Program Services</b>				
Salaries and Benefits Adjustments	-	-	-	-
Internal Service Fund Adjustments	-	-	-	-
Prop 172	-	-	-	-
Other Required Adjustments	-	8,690,221	19,054,006	10,363,785
<b>Subtotal</b>	-	8,690,221	19,054,006	10,363,785
<b>Board Approved Adjustments During 2003-04</b>				
30% Spend Down Plan	-	-	-	-
Mid-Year Board Items	-	-	-	-
<b>Subtotal</b>	-	-	-	-
<b>Impacts Due to State Budget Cuts</b>	-	-	-	-
<b>TOTAL BASE BUDGET</b>	-	56,342,535	68,057,000	11,714,465
<b>Department Recommended Funded Adjustments</b>	-	-	-	-
<b>TOTAL 2004-05 PROPOSED BUDGET</b>	-	56,342,535	68,057,000	11,714,465
<b>2003-04 FINAL FIXED ASSETS</b>		-		
<b>Board Approved Adjustments During 2003-04</b>				
Mid-Year Board Items	-	-	-	-
<b>Impacts to Fixed Assets Due to State Budget Cuts</b>	-	-	-	-
<b>Department Recommended Changes in Fixed Assets</b>	-	-	-	-
<b>TOTAL 2004-05 PROPOSED FIXED ASSETS BUDGET</b>	-	-	-	-

